- (ii) Cooperates immediately in the conduct of field checks, and
- (iii) Provides assurances that he/she will cooperate in future field checks in further activity, or
- (iv) Requests a hearing from the State agency pursuant to §658.417.
- (b) If the employer chooses to respond pursuant to this section by providing documentary evidence or assurances, he/she must at the same time request a hearing if such hearing is desired in the event that the State agency does not accept the documentary evidence or assurances as adequate.
- (c) Where the decision is based on repeated initiation of procedures for discontinuation of services, the employer shall be notified that services have been terminated.
- (d) If the employer makes a timely request for a hearing, in accordance with this section, the State agency shall follow procedures set forth at §658.417 and notify the complainant whenever the discontinuation of services is based on a complaint pursuant to §658.501(a)(5).

§ 658.503 Discontinuation of services.

- (a) If the employer does not provide a satisfactory response in accordance with §658.502, within 20 working days, or has not requested a hearing, the State agency shall immediately terminate services to the employer.
- (b) If services are discontinued to an employer subject to Federal Contractor Job Listing Requirements, the State agency shall notify the ETA regional office immediately.

§658.504 Reinstatement of services.

- (a) Services may be reinstated to an employer after discontinuation under §658.503, if:
- (1) The State is ordered to do so by a Federal Administrative Law Judge or Regional Administrator, or
- (2) (i) The employer provides adequate evidence that any policies, procedures or conditions responsible for the previous discontinuation of services have been corrected and that the same or similar difficulties are not likely to occur in the future, and
- (ii) The employer provides adequate evidence that the employer has responded adequately to any findings of

- an enforcement agency, State JS agency, or USES, including restitution to the complainant and the payment of any fines, which were the basis of the discontinuation of services.
- (b) The State agency shall notify, within 20 working days, the employer requesting reinstatement whether his request has been granted. If the State denies the request for reinstatement, the basis for the denial shall be specified and the employer shall be notified that he/she may request a hearing within 20 working days.
- (c) If the employer makes a timely request for a hearing, the State agency shall follow the procedures set forth at \$658.417.
- (d) The State agency shall reinstate services to an employer if ordered to do so by a State hearing officer, Regional Administrator, or Federal Administrative Law Judge as a result of a hearing offered pursuant to paragraph (c) of this section.

Subpart G—Review and Assessment of State Agency Compliance With Job Service Regulations

AUTHORITY: Wagner-Peyser Act of 1933, as amended, 29 U.S.C. 49 et seq. 5 U.S.C. 301 et seq.

§658.600 Scope and purpose of subpart.

This subpart sets forth the regulations governing review and assessment of State agency compliance with the Job Service regulations at 20 CFR parts 601, 602, 603, 604, 620, 621, 651–658 and 29 CFR part 8. All recordkeeping and reporting requirements contained in parts 653 and 658 have been approved by the Office of Management and Budget as required by the Federal Reports Act of 1942.

§658.601 State agency responsibility.

(a) Each State agency shall establish and maintain a self-appraisal system for job service operations to determine success in reaching goals and to correct deficiencies in performance. The self-appraisal system shall include numerical (quantitative) appraisal and non-numerical (qualitative) appraisal.